

Proposed Bill No. 309

January Session, 2011

LCO No. 1531

Referred to Committee on Insurance and Real Estate

Introduced by: SEN. FASANO, 34th Dist.

AN ACT ESTABLISHING AN INSURANCE FRAUD DIVISION IN THE INSURANCE DEPARTMENT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 That title 38a of the general statutes be amended to establish an
- 2 Insurance Fraud Division in the Insurance Department to enforce the
- 3 state's insurance laws and increase detection and investigation of
- 4 insurance fraud. The start-up operations of said division shall be
- 5 funded by the proceeds of the settlement reached by the state and
- 6 Liberty Mutual Insurance Company in December, 2010, and a portion
- 7 of fines, fees or settlements received by the state or the Insurance
- 8 Department as a result of any investigations or enforcement actions
- 9 initiated by said division shall be used to fund said division's
- 10 continuing operations.

Statement of Purpose:

To establish an Insurance Fraud Division in the Insurance Department to enforce the state's insurance laws and increase detection and investigations of insurance fraud.